



## CONSUMER PRICE INDEX (CPI)

January 2021

## Executive Summary

The All Groups CPI was 118.83 in the month of January 2021, compared with 120.18 in the month of December 2020.

The monthly change, January 2021 compared to December 2020, was a decrease of -1.15 percent. This is compared to a monthly decrease of -0.83 percent in the previous month of December 2020. There were no significant monthly price increases during the month of January 2021. (Chart 2).

Over the twelve months to the month of January 2021 (inflation rate), the All Groups CPI increased to 5.00 percent, compared with 4.84 percent over the twelve months to the month of December 2020.

**Table 1: Inflation rate according to CPI; January 2021 (Dec 2014 = 100)**

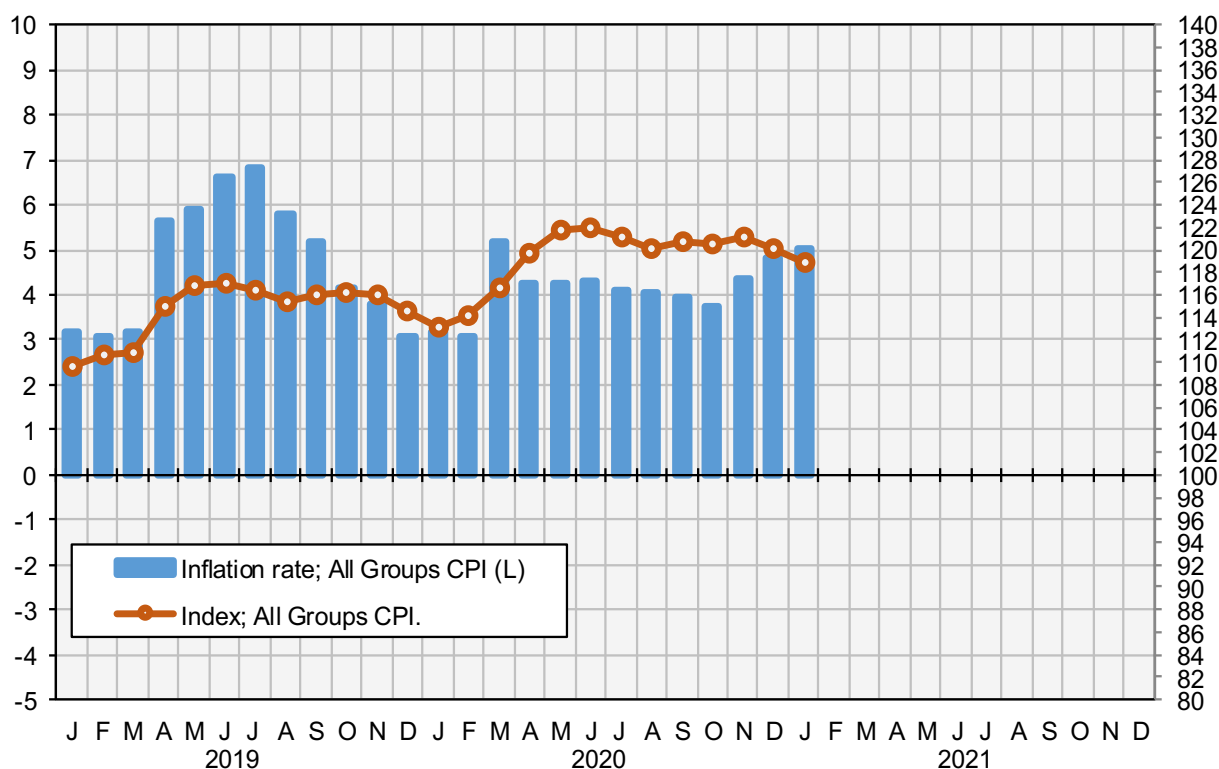
Consumer Price Index, January 2021	
Index (current month)	118.80
Index (previous month)	120.18
Index (previous year, same month)	113.14
Monthly % change	-1.15%
Annual % change (inflation rate)	5.00%

### Inflation rate according to CPI

### CPI Index

Percent change over twelve months

Index = 100 @ December 2014



Source: NBS

A bulletin on the January 2021 CPI and more detailed data in time series format have been posted on the SNBS website: <http://www.nbs.gov.so>. Twitter @NBS\_Somalia

## Consumer Price Index (CPI) January 2021

### General Inflation rate: All Groups CPI, January 2021

The rate of inflation for January 2021 is the percentage change in the Consumer Price Index (CPI) over the twelve-month period, from January 2020 to January 2021.

The **All Groups CPI** increased 5.00 percent over the twelve months to January 2020 compared to 4.84 percent over the twelve months to December 2020.

The **All Groups CPI** monthly change for January 2021 was a decrease of -1.15 percent. This is compared to a decrease of -0.83 percent recorded for December 2020.

### General Inflation rate: Selected Groups, January 2021

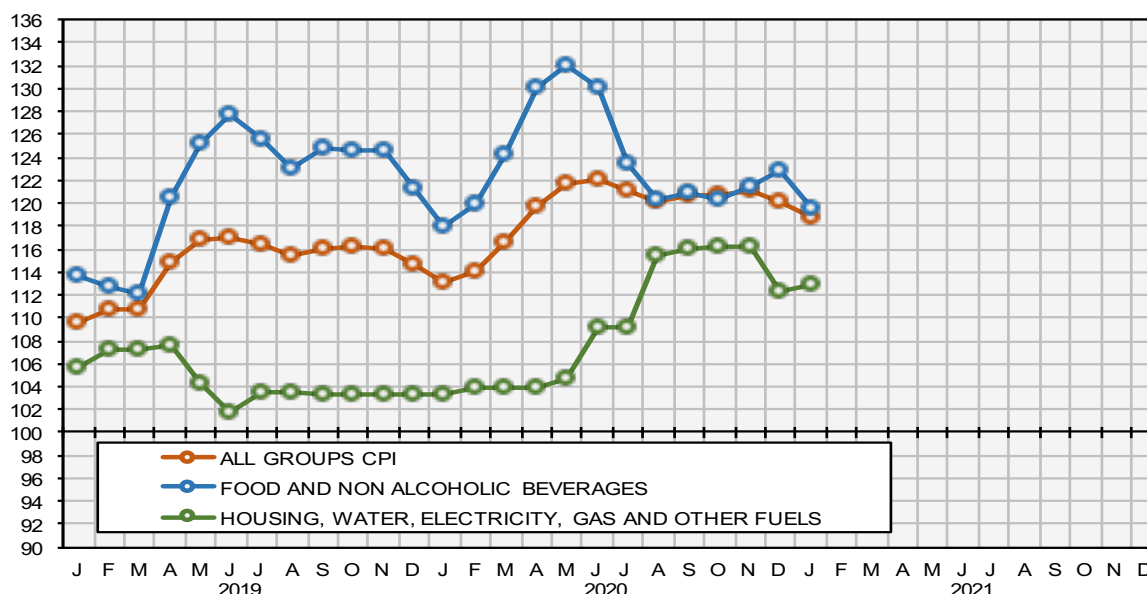
The rate of inflation for **Food and Non-Alcoholic Beverages** and **Housing, Water, Electricity, Gas** are the most significant items in the consumer basket in terms of expenditure and have the largest weighted influence on the **All Groups CPI**.

**Food and Non-Alcoholic Beverages** experienced a monthly decrease of -2.74 percent during the month of January compared with a decrease of 1.08 percent in December. This was due to a decrease in prices of some foodstuffs. As a result, the year on year inflation increased to 1.18 percent in January 2021. This is compared to the year on year inflation of 1.24 percent experienced in December 2020.

**Housing, Water, Electricity and Gas** experienced a monthly increase of 0.49 percent during the month of January 2021 compared to a monthly decrease of -3.36 percent experienced in December 2020. The year on year inflation increased to 9.16 percent in January 2021. This is compared to the year on year inflation of 8.77 percent experienced in December 2020.

## All Groups CPI and Selected Groups

Index = 100 @ December 2014

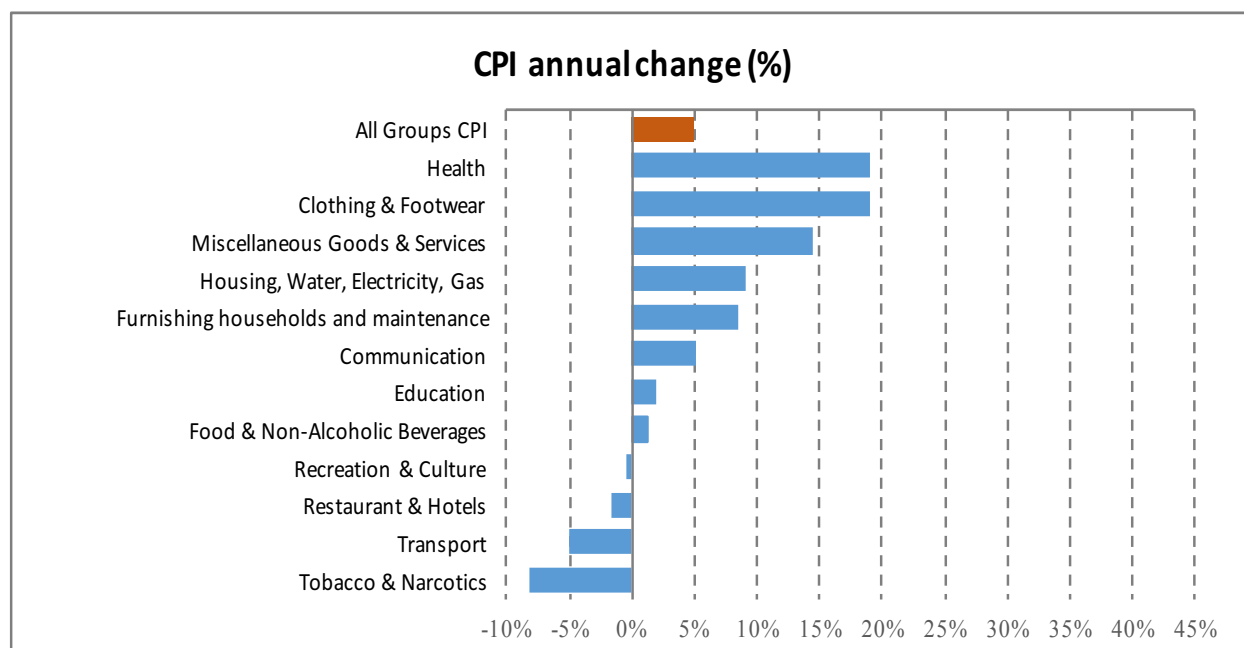


Source: NBS

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## A. Major contributions of the different groups to the annual percentage change in the CPI

Chart 1: CPI indices, Annual inflation rate by all groups; January 2021 (Dec 2014 = 100)



### Major contributions (positive):

- **Health** showed an annual inflation rate of 19.10 percent in January 2021. The increase was mainly the result of higher prices of Hospital services (+94.41%). Most of the upwards contribution came from prices of patient treatment (+150.00%).
- **Housing, Water, Electricity and Gas** recorded an annual increase of 9.16 percent in January 2021. The increase was mainly the result of higher prices of water supply and miscellaneous services relating to the dwelling (36.36%). Most of upwards contribution came from prices of Donkey Cart 1dram (+42.86%).
- **Clothing and Footwear** recorded an annual increase of 18.93 percent. Most of the upward contribution came from prices on clothing (+18.89%) and footwear (19.09%) respectively due to price increases on garments for women (+23.85%), Children (23.15%) and Shoes and other footwear (+19.09).
- **Miscellaneous Goods & Services** recorded an annual increase of 14.40 percent in January. The increase was mainly the result of higher prices of personal effects (+14.68%). Most of the upwards contribution came from prices of Jewelries, clocks and watches (+17.13%).
- **Furnishing, Households and Maintenance** showed an annual inflation rate of 8.52 percent in January 2021 compared to 7.72 percent registered in December. The increase was mainly attributed to Household appliances (+14.71%).

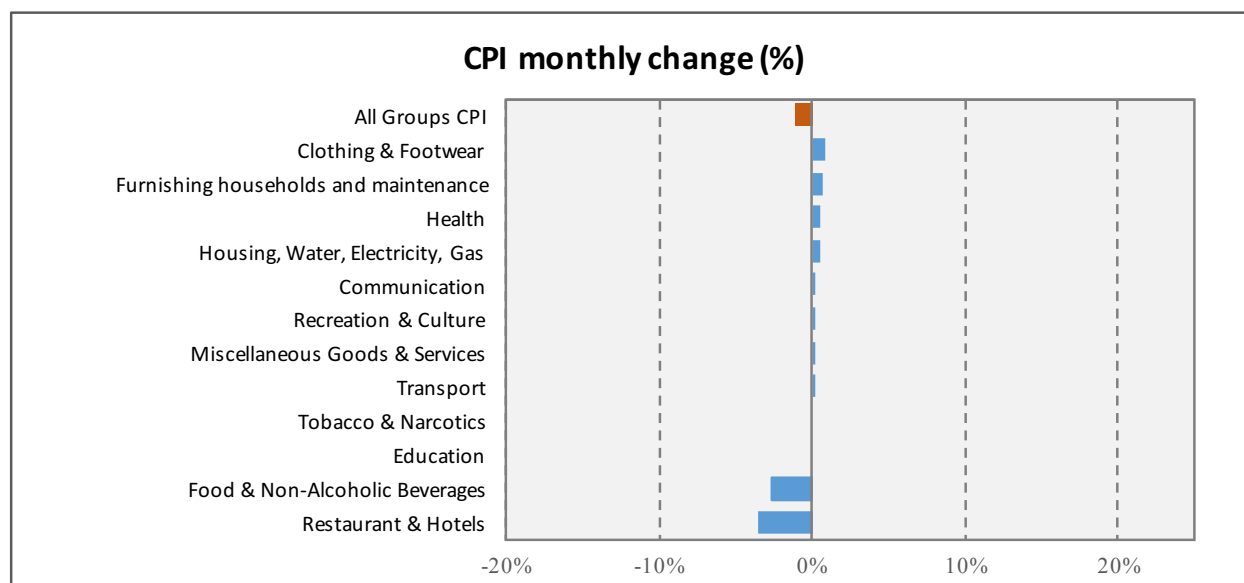
### Major contributions (negative):

- **Tobacco & Narcotics** recorded an annual decrease of -8.19 percent in January 2021. The decrease was mainly due to reporting uncertainty about Khat prices in the month of January, movements for Tobacco and Narcotics are estimated from prices fluctuations from Tobacco.

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## B. Major contributions of the different groups to the monthly percentage change in the CPI

Chart 2: CPI; Monthly inflation rate by all groups; January 2021 (Dec 2014 = 100)



### Major contributions (positive):

- In general, no groups showed a significant Positive monthly change for the month of January 2021.

### Major contributions (negative):

- **Restaurants and Hotels** decreased to -3.59 percent during the month of January 2021 from 0.00 percent registered for the month December 2020. The decrease was mainly the Restaurants, cafés and the like (-5.78%).
- **Food and Non-Alcoholic Beverages** registered a decrease of -2.74 percent during the month of January 2021 from 1.08 percent recorded in December 2020. Most of the downwards contribution came from prices on Food (-2.83%).

**Table 2: Changes in the Price Indices for January 2021 by main COICOP groups (Dec 2014=100)**

COICOP Classification Group	CPI Weight	January 2020 Index	December 2020 Index	January 2021 Index	% change on previous month and current month	% change on same month of previous year (yr on yr)
<b>All Groups CPI</b>	100.00	113.14	120.18	118.80	-1.15	5.00
Food & Non-Alcoholic Beverages	46.04	118.06	122.83	119.46	-2.74	1.18
Tobacco & Narcotics	1.25	136.81	125.61	125.61	0.00	-8.19
Clothing & Footwear	5.03	121.89	143.69	144.97	0.89	18.93
Housing, Water, Electricity & Gas	23.41	103.40	112.32	112.87	0.49	9.16
Furnishing, Households and Maintenance	2.93	102.72	110.67	111.47	0.72	8.52
Health	5.00	119.28	141.26	142.06	0.56	19.10
Transport	3.77	110.57	105.03	105.07	0.04	-4.97
Communication	2.80	96.32	101.10	101.31	0.21	5.17
Recreation & Culture	1.00	98.54	98.05	98.13	0.09	-0.42
Education	4.00	107.75	109.80	109.80	0.00	1.91
Restaurant & Hotels	2.00	135.92	138.76	133.78	-3.59	-1.58
Miscellaneous Goods & Services	2.77	103.99	118.87	118.96	0.08	14.40

**Note:**

The Consumer Price Index is generated by conducting a survey of purchaser prices for a representative basket of household consumption (goods and services), during the first and third weeks of the collection month. The prices are obtained from selected retail outlets in four data collection zones spread across Mogadishu.

**Next release**

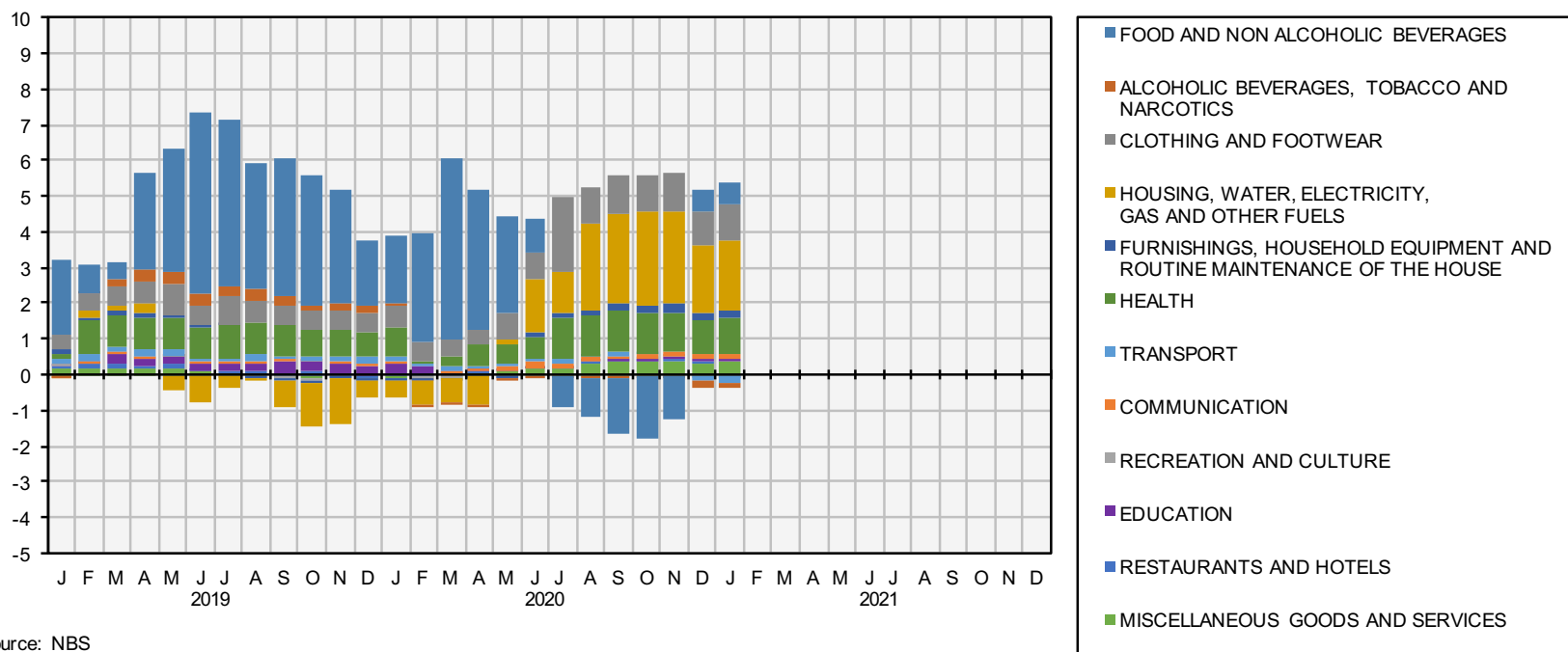
Consumer price index, February 2021, will be released on 15<sup>th</sup> March 2021. For more information on prices and other official statistics, please visit the SNBS website at <http://www.nbs.gov.so>

A bulletin on the January 2021 CPI and more detailed data in time series format have been posted on the SNBS website: <http://www.nbs.gov.so>. Twitter @NBS\_Somalia

**Annex 1: All Groups CPI – Points Contribution to Inflation Rate by COICOP Division in January 2020.**

**All Groups CPI**

Points contribution (%) to inflation rate (contribution by COICOP)



Source: NBS

**Annex 1** provides an analysis of the inflation rate for the month broken up into a cross section of COICOP Divisions displaying their respective impact (contribution) to the All Groups CPI.